

Department of Energy

Western Area Power Administration
Watertown Operations Office
P.O. Box 790
1330 41st Street SE
Watertown, South Dakota 57201-0790

DEC 19 2014

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Dear Transmission Customers and Other Interested Parties:

Western Area Power Administration (Western) has provided clarifying updates to the Rate Brochure detailing the proposed Transmission and Ancillary Services Formula Rates for Pick-Sloan Missouri Basin Program--Eastern Division (P-SMBP--ED). The proposed rates were announced in a Federal Register notice (FRN) published November 3, 2014 (79 FR 65205), and the initial Rate Brochure was presented at public information forums held November 19, 2014, in Omaha, Nebraska, and November 20, 2014, in Fargo, North Dakota.

The updated Rate Brochure was posted December 16, 2014, with clarifications noted in the following sections: Proposed Formula Rate for Scheduling, System Control and Dispatch Service, Proposed Rate for Regulation and Frequency Response Service, Proposed Formula Rates for Operating Reserves Service – Spinning and Supplemental, Appendix D, Appendix E, and Appendix F. The updated Rate Brochure is available at http://www.wapa.gov/ugp/rates/default.htm or Western's Open Access Same-Time Information System (OASIS) site http://www.oatioasis.com/wapa/index.html. These sites will continue to be updated as new information is available.

As noted in the FRN, comments are due by February 2, 2015.

If you have any questions, please telephone Linda Cady-Hoffman at (406) 255-2920.

Sincerely,

Lloyd A. Linke

Operations Manager

Enclosure